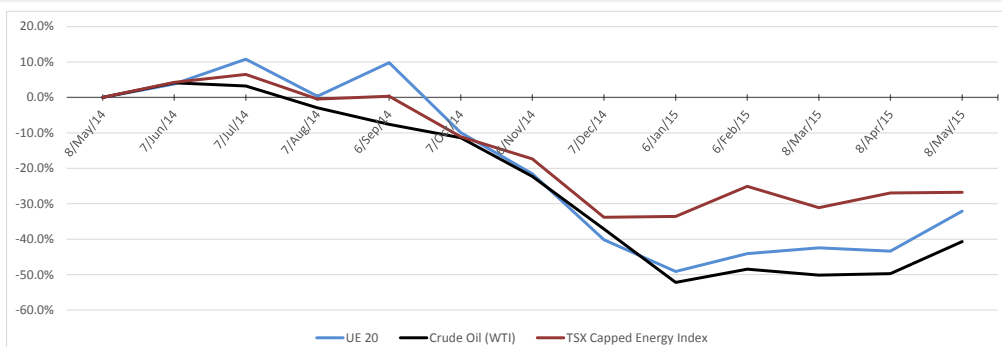




## Market Overview

The Ubika Energy 20 (UE20) surged 19.9% during the past month, handily beating out its counterpart, the TSX Capped Energy Index, which slipped 0.3% within the same timeframe. With the WTI crude oil price rising 17.9% in the last month, the commodity acted as a strong catalyst for the UE20's increase in market value. The UE20 is down 32% for the year, in line with a 27% drop in the TSX Index.

## 12 Month Performance



Source: Thomson Reuters

Despite the recent upswing in oil prices, the industry as a whole is still struggling. Canadian Natural Resources Ltd., the country's largest independent oil and gas producer, reported a loss in the first quarter due to sharply lower oil prices even as production rose by nearly a third. The company reported a net loss of \$252 million. Husky Energy Inc., Canada's No.3 integrated oil company, reported a 71% drop in its quarterly profit, hurt by weak oil and gas prices. The price of WTI crude currently stands at \$59.46/bbl, and natural gas is at \$2.86/MMBtu.

## Highlights

This month's top performer, with a 58% gain, was Ikkuma Resources Corp. (TSXV: IKM), which reported its year-end financial results recently. The company achieved record average production of 7,008 boe/d in the fourth quarter (98% gas), an 85% increase over the previous quarter. Ikkuma also mitigated cash flow risk for 2015 by hedging 40%-50% of natural gas production at approximately \$2.98/MMBtu.

Manitok Energy Inc. (TSXV: MEI) announced that it has entered into an asset purchase agreement with a public Alberta-based resource company for the acquisition of approximately 1,800 boe/d of production (66% oil and liquids) and a related 25,000 bbls/day fluid processing facility in the Wayne area of southeast Alberta, for total cash consideration of \$61.5 million. Manitok was up 46% for the month.

Mart Resources Inc. (TSX: MMT) reported Umusadege field production averaged 19,000 boe/d with no downtime during March 2015. The company's stock price rose 29% for the month.

## What to Watch For

The spike in the WTI oil price came after the U.S. Energy Information Administration said crude stockpiles fell by 3.88 million barrels last week. In spite of this, production actually increased, with the U.S. producing a million barrels more than in the previous year. In addition, if sanctions against Iran, the world's fourth largest possessor of oil reserves and second in natural gas, were relaxed then we could see a much greater impact on global supply levels.

On the other hand, natural gas futures for June delivery dropped by 0.14%, due to the expectation of increased stockpiles. Considering oil's supply and demand dynamics in aggregate, it seems that a prolonged period of low oil prices would lead to a smaller natural-gas market, as both fossil fuels are extracted jointly. Conversely, the slowdown in supply would only have a daunting effect on the nation's role within the global market, as exports would see a great drop.

## Index Overview

Number of Companies	20
Market Cap (\$MM)	\$8,271
Monthly Change	19.9%
Dividend Yield	2.1%

## Monthly Breakouts

Price Gainer (month)	DEE.TO
Price Gainer (year)	CJ.TO
Volume Gainer (month)	TBE.TO

## Monthly Price Gainers

Company	Symbol	% Chg.
Ikkuma Resources Corp	IKM.V	58.3%
Legacy Oil + Gas Inc	LEG.TO	51.8%
Manitok Energy Inc	MEI.V	46.3%
Mart Resources Inc	MMT.TO	29.4%
Painted Pony Petroleum Ltd	PPY.TO	28.0%

## Monthly Volume Gainers

Company	Symbol	% Chg.
Ikkuma Resources Corp	IKM.V	163.6%
Sequence Energy Ltd	CQE.TO	114.4%
Leucrotta Exploration Inc	LXE.V	55.5%
Crew Energy Inc	CR.TO	24.4%
TORC Oil & Gas Ltd	TOG.TO	22.1%

## Commodity Snapshot

Crude Oil (WTI)	
Current price, \$/bbl	\$59.46
% Change (month)	17.9%
% Change (year)	-40.7%

Crude Oil (Brent)	
Current price, \$/bbl	\$65.51
% Change (month)	17.9%
% Change (year)	-39.4%

Natural Gas	
Current price, \$/MMBtu	\$2.86
% Change (month)	9.3%
% Change (year)	-37.4%



## Ubika Energy 20 Performance

Company	Symbol	Price	Monthly Price Change (%)	52-week Price Change (%)
Blackpearl Resources Inc	PXX.TO	\$1.18	22.9%	-57.4%
Cardinal Energy Ltd	CJ.TO	\$15.49	-0.8%	0.1%
Cequence Energy Ltd	CQE.TO	\$0.96	1.1%	-65.8%
Crew Energy Inc	CR.TO	\$5.73	17.4%	-49.4%
DeeThree Exploration Ltd	DTX.TO	\$7.01	7.8%	-36.0%
Delphi Energy Corp	DEE.TO	\$1.51	-8.5%	-56.1%
Ikkuma Resources Corp	IKM.V	\$0.95	58.3%	-73.6%
Legacy Oil + Gas Inc	LEG.TO	\$2.93	51.8%	-64.9%
Leucrotta Exploration Inc	LXE.V	\$1.09	1.9%	-54.6%
Long Run Exploration Ltd	LRE.TO	\$0.82	7.9%	-85.8%
Manitok Energy Inc	MEI.V	\$1.20	46.3%	-56.4%
Mart Resources Inc	MMT.TO	\$0.66	29.4%	-55.4%
Painted Pony Petroleum Ltd	PPY.TO	\$8.33	28.0%	-18.9%
Spartan Energy Corp	SPE.TO	\$3.33	6.1%	-19.4%
Spyglass Resources Corp	SGL.TO	\$0.35	16.7%	-79.7%
Storm Resources Ltd	SRX.V	\$4.43	-5.3%	-19.2%
TAG Oil Ltd	TAO.TO	\$1.63	22.6%	-38.5%
Tamarack Valley Energy Ltd	TVE.V	\$3.82	-12.4%	-33.8%
TORC Oil & Gas Ltd	TOG.TO	\$10.06	-0.9%	-23.5%
Twin Butte Energy Ltd	TBE.TO	\$0.84	18.3%	-63.2%
UE 20		\$5.97	19.9%	-32.1%
Crude Oil (WTI)		\$59.46	17.9%	-40.7%
TSX Capped Energy Index		\$226.70	-0.3%	-26.8%

Source: Thomson Reuters

## About the Index

The Ubika Energy 20 (UE20) is one of Ubika's four indexes, comprising of overlooked and high potential energy companies. The index is comprised of 20 TSX or TSX-V listed stocks, with a market capitalization between \$25 million and \$2 billion, while also having a share price of at least \$0.25. This index will be benchmarked to the TSX Capped Energy Index, as well as the spot price of WTI Crude Oil. The purpose of this index is to beat the performance of its benchmarks, while also providing readers with coverage on the select Canadian energy sector.

## Disclaimer

This report has been prepared by Ubika Research, a division of Ubika Corporation. See our full disclaimer [HERE](#).

Ubika Corporation and its affiliates or partners will seek to provide services to companies mentioned on the [smallcappower.com](http://smallcappower.com) website. Hence, all information available on [smallcappower.com](http://smallcappower.com) should be considered as commercial advertisement and not an endorsement, offer or recommendation to buy or sell securities. Ubika Corporation and its related companies (including its directors, employees and representatives) or a connected person may have ownership/stock positions in, or options on the securities detailed in this report, and may buy, sell or offer to purchase or sell such securities from time to time.

## Copyright

This report may not be reproduced in whole or in part, or further distributed or published or referred to in any manner whatsoever, nor may the information, opinions or conclusions contained in it be referred to without in each case the prior express written consent of Ubika Corporation.

## In the News

### April 29, 2015:

Leucrotta Exploration (TSXV: LXE) Announced Q4 2014 Financial and Operating Results.

### April 16, 2015:

TAG Oil Ltd. (TSX: TAO) Updates New Zealand Production and Operations. Average production for the first 15 days of April was 2,252-BOE/d, an increase of 116-BOE/d over March production.

### April 15, 2015:

LPinecrest Energy Inc. (TSXV: PRY) and Cardinal Energy Ltd. (TSX: CJ) completed the previously announced reorganization of Pinecrest. Under the terms of the Arrangement, approximately 90% of the oil and gas assets previously owned and operated by Pinecrest have been transferred to Virginia Hills and all of the outstanding shares of Pinecrest ("Pinecrest Shares") have been sold to Cardinal together with certain assets for an aggregate consideration of \$23.5 million.

### April 15, 2015:

Twin Butte Energy Ltd. (TSX: TBE) confirmed that its cash dividend in respect of April 2015 production will be \$0.01 per share.